

## Budget Brief: Community and Family Health Services

HEALTH AND HUMAN SERVICES APPROPRIATIONS SUBCOMMITTEE

FY 2010

### SUMMARY

The Division of Community and Family Health Services assures that women, infants, children, and their families have access to comprehensive, coordinated, affordable, community-based quality health care. For more detailed information please see the Compendium of Budget Information for the 2009 General Session at [http://www.le.utah.gov/lfa/reports/cobi2009/LI\\_LFA.htm](http://www.le.utah.gov/lfa/reports/cobi2009/LI_LFA.htm). Division services are available to all citizens of the State according to their ability to pay, but primary clients are women, infants, and children who have special health care needs and are low income. The Division coordinates efforts, identifies needs, prioritizes programs, and develops resources necessary to reduce illness, disability and death from:

- Adverse Pregnancy Outcomes
- Chronic Diseases
- Disabling Conditions
- Injury and Violence
- Vaccine-Preventable Infections

### ISSUES AND RECOMMENDATIONS

The Analyst base budget recommendation is

\$115,040,700. The recommendation reflects the elimination of \$500,000 one-time FY 2009 General Fund funding and adjustments to the Federal Funds, Restricted Funds, Transfers, Dedicated Credit Revenue and Nonlapsing balances. The \$500,000 one-time funding was used to provide additional vaccines to underinsured children.

This budget funds four programs within the line item, including:

Director's Office	\$ 649,400
Health Promotion	\$21,004,200
Maternal and Child Health	\$64,490,800

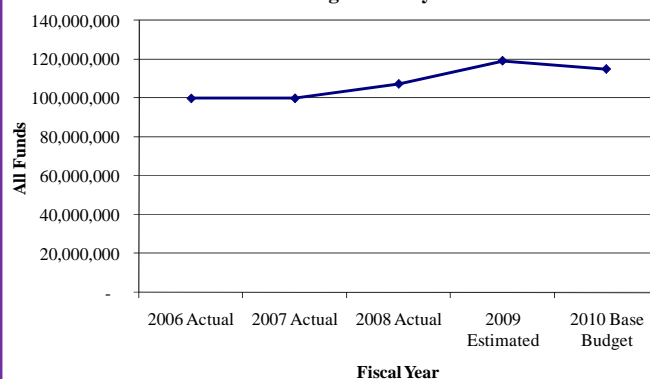
Children with Special Health  
Care Needs \$28,896,300

The funding level supports 268 FTE positions and 9 vehicles.

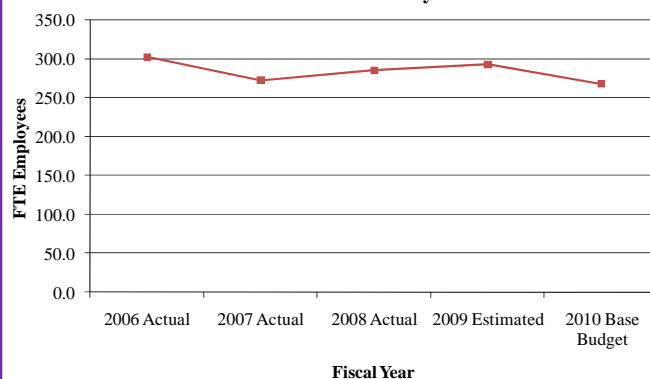
### **Restricted Funds Summary**

- The Tobacco Settlement Restricted Account established under UCA 51-9-201 ended FY 2008 with a balance of \$1,241,900. This fund receives 60% of all tobacco settlement payments. As per

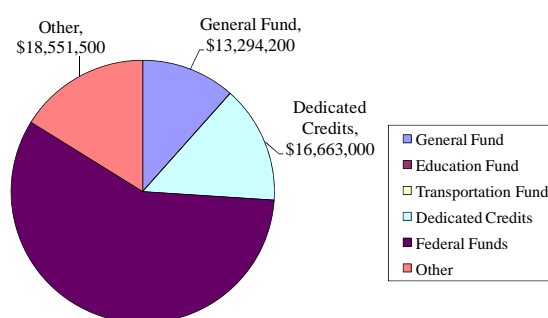
**Figure 1: Health - Community and Family Health Services - Budget History**



**Figure 2: Health - Community and Family Health Services - FTE History**



**Figure 3: Health - Community and Family Health Services - FY 2010 Funding Mix**



statute Health receives monies for “for alcohol, tobacco, and other drug prevention, reduction, cessation, and control programs that promote unified messages and make use of media outlets, including radio, newspaper, billboards, and television, and with a preference in funding given to tobacco-related programs.”

- The Cigarette Tax Restricted Account established under UCA 59-14-204 ended FY 2008 with a balance of \$6,792,300. During the September 2008 Special Session, the Legislature removed \$8,299,200 from this fund. Statute indicates that the funds received by the Department of Health shall be used “for tobacco prevention, reduction, cessation, and control programs.”

### Accountability Detail

The following paragraphs discuss recent appropriations and how they were used by the agency:

#### **FY 2009**

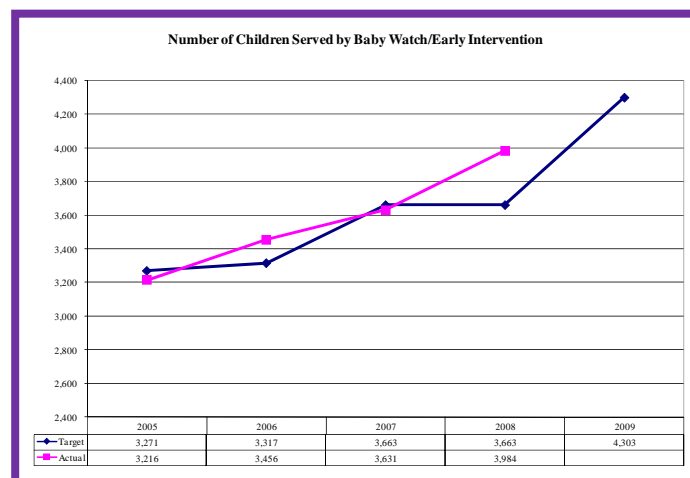
1. **Immunization Vaccine Funding:** \$500,000 (one-time) will be used to offset inflationary impacts of medication and provide newly recommended vaccines to underinsured children. The Department estimates that these funds will provide 15,000 doses of vaccine.
2. **H.B. 263, “Utah Registry of Autism and Developmental Disabilities”:** provides \$149,800 for the operation of the Utah Registry of Autism and Developmental Disabilities and increase access to resource information.
3. **Early Intervention Caseload and Provider Rates:** The Baby Watch/Early Intervention Program received new funding in the amount of \$735,300 for a six percent provider rate increase and \$1,028,300 from an internal reallocation to provide resources for about 180 new children. Since the program grew 125 more children than estimated, the actual provider rate increase was four percent instead of six. This program provides services to children up to three years of age who are experiencing developmental delays.

#### **FY 2008**

1. Last year this line item received \$2,280,600 in new ongoing General Fund for the Baby Watch/Early Intervention program. The funds were used to pay for program growth of 144 additional children and to raise the non-Medicaid child rate from \$3,500 in FY 2007 to \$4,123 in FY 2008. The agency indicates that monies also prevented 3 contracted service programs from discontinuing their contract.
2. Funding of \$360,000 was appropriated for the Utah Birth Defect Network to replace federal funding. A supplemental appropriation of \$173,000 was allocated for FY 2007 to assure continuous operation of the program. The Department identified and monitored 1,736 cases of birth defects this year.
3. Immunization vaccine funding of \$500,000 (one-time) will be used to offset inflationary impacts of medication and provide newly recommended vaccines to underinsured children. The Department estimates that these funds provided 15,000 doses of vaccine.

### **Baby Watch/Early Intervention Program Increasing Caseloads**

Baby Watch/Early Intervention is a program within the Bureau that provides early developmental interventions statewide for young children with developmental delays and/or disabilities from birth to age three. Services include evaluation and assessment, service coordination, specialty and therapy services such as nursing, physical therapy, occupational therapy, speech therapy, special



instruction, family support and other related services. Once eligibility standards are set, the State and providers are obligated to serve all children who meet the eligibility criteria for the program. This program has grown 24% from FY 2008 to FY 2009 as indicated in the chart above. Parents pay a sliding scale fee for their children to receive services. The program bills Medicaid and the Children's Health Insurance Program for eligible children.

### **BUILDING BLOCK REQUESTS FROM THE DEPARTMENT OF HEALTH**

- 1) The Department requested \$1,028,200 ongoing General Fund for 8% projected caseload growth in the Baby Watch/Early Intervention program. Health has listed this request as priority 5 of its 8 building blocks.
- 2) In FY 2008 and FY 2009 the Legislature provided \$500,000 one-time General Fund for vaccines for underinsured children. The Department of Health requests to make this \$500,000 ongoing. Specifically this funding allows more access points for underinsured children to receive their vaccines. Health has listed this request as priority 7 of its 8 building blocks.

### ***Intent Language***

The Division has traditionally had intent language approved making the tobacco funding nonlapsing. The following intent language has again been requested.

*The Legislature intends that up to \$500,000 for funding of the alcohol, tobacco, and other drug prevention reduction, cessation and control programs be nonlapsing.*

### **BUDGET DETAIL**

The budget listed in the table below details the budget allocations in the base budget bill. The base budget includes the following changes:

1. \$(185,600) ongoing General Fund reduction from 4 items added in the last 3 years: (1) birth defect network, (2) autism registry, (3) cervical cancer outreach, and (4) the center for multicultural health.
2. \$(4,331,000) ongoing reduction in the General Fund Restricted – Tobacco Settlement Fund (\$5,199,000 total funds) for programs primarily dealing with tobacco cessation and health promotion efforts. These monies will be used to replace General Fund spending in other areas.
3. \$(108,300) ongoing General Fund (\$89,900 total funds) reduction to phone lines and programs providing health information to pregnant women and mothers of babies. Additionally there is a \$51,100 reduction in the newborn screening program revenues.
4. \$(28,700) ongoing General Fund (68,700 total funds) reduction for administrative changes and reductions. Funds are reduced for the State's coordination of the Head Start program and a new 14% administrative charge is added to select contracts.
5. \$(292,000) ongoing General Fund (\$412,700 total funds) reduction to provider payments in the Baby Watch/Early Intervention Program.

Health - Community and Family Health Services						
Sources of Finance	FY 2008 Actual	FY 2009 Appropriated	FY 2009 Changes	FY 2009 Revised	FY 2009 Changes	FY 2010* Base Budget
General Fund	12,703,300	14,403,600	(1,109,400)	13,294,200	0	13,294,200
General Fund, One-time	489,400	477,400	919,100	1,396,500	(1,396,500)	0
Federal Funds	59,876,400	59,486,000	9,990,900	69,476,900	(2,944,900)	66,532,000
Dedicated Credits Revenue	16,394,200	16,159,600	240,500	16,400,100	262,900	16,663,000
GFR - Cigarette Tax Rest	3,131,700	3,131,700	0	3,131,700	0	3,131,700
GFR - Tobacco Settlement	6,377,600	6,427,600	(152,900)	6,274,700	0	6,274,700
Transfers	(233,400)	0	(130,000)	(130,000)	130,000	0
Transfers - Human Services	1,066,700	1,076,900	172,000	1,248,900	(30,000)	1,218,900
Transfers - Intergovernmental	(275,300)	(240,100)	85,100	(155,000)	(130,000)	(285,000)
Transfers - Other Agencies	0	1,900	(1,900)	0	0	0
Transfers - Public Safety	107,800	130,000	0	130,000	0	130,000
Transfers - State Office of Education	0	0	100,000	100,000	0	100,000
Transfers - Within Agency	7,517,100	6,642,900	1,275,400	7,918,300	62,900	7,981,200
Beginning Nonlapsing	436,400	0	167,800	167,800	(167,800)	0
Closing Nonlapsing	(167,800)	0	0	0	0	0
Lapsing Balance	(1,000)	0	0	0	0	0
<b>Total</b>	<b>\$107,423,100</b>	<b>\$107,697,500</b>	<b>\$11,556,600</b>	<b>\$119,254,100</b>	<b>(\$4,213,400)</b>	<b>\$115,040,700</b>
<b>Programs</b>						
Children with Special Health Care Needs	25,523,000	27,156,200	2,086,400	29,242,600	(346,300)	28,896,300
Director's Office	2,621,700	3,489,100	(544,100)	2,945,000	(2,295,600)	649,400
Health Promotion	21,229,800	21,126,800	996,200	22,123,000	(1,118,800)	21,004,200
Maternal and Child Health	58,048,600	55,925,400	9,018,100	64,943,500	(452,700)	64,490,800
<b>Total</b>	<b>\$107,423,100</b>	<b>\$107,697,500</b>	<b>\$11,556,600</b>	<b>\$119,254,100</b>	<b>(\$4,213,400)</b>	<b>\$115,040,700</b>
<b>Categories of Expenditure</b>						
Personal Services	19,266,500	20,250,700	(56,900)	20,193,800	57,500	20,251,300
In-State Travel	264,100	273,400	115,900	389,300	3,400	392,700
Out of State Travel	214,600	184,400	64,400	248,800	(20,000)	228,800
Current Expense	22,792,900	21,288,900	2,862,800	24,151,700	(4,586,700)	19,565,000
DP Current Expense	1,434,600	1,982,800	(118,000)	1,864,800	159,100	2,023,900
DP Capital Outlay	76,100	0	0	0	0	0
Capital Outlay	7,500	9,859,200	(9,859,200)	0	0	0
Other Charges/Pass Thru	63,366,800	53,858,100	18,547,600	72,405,700	173,300	72,579,000
<b>Total</b>	<b>\$107,423,100</b>	<b>\$107,697,500</b>	<b>\$11,556,600</b>	<b>\$119,254,100</b>	<b>(\$4,213,400)</b>	<b>\$115,040,700</b>
<b>Other Data</b>						
Budgeted FTE	285.5	287.9	5.1	293.0	-25.0	268.0
Vehicles	9.0	8.0	1.0	9.0	0.0	9.0

\*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

## LEGISLATIVE ACTION

1. The Analyst recommends the Subcommittee approve a FY 2010 base budget for Community and Family Health Services of \$115,040,700.
2. The Analyst recommends the adoption of the proposed intent language discussed above.